

August 5, 2025

Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: AIPHONE CO., LTD.
 Listing: Tokyo Stock Exchange / Nagoya Stock Exchange
 Securities code: 6718
 URL: <https://www.aiphone.co.jp/>
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2025	14,332	(9.8)	192	(87.9)	268	(85.4)	214	(83.7)
June 30, 2024	15,887	13.3	1,599	7.9	1,837	0.4	1,317	(12.8)

Note: Comprehensive income For the three months ended June 30, 2025: ¥253 million [(90.1)%]
 For the three months ended June 30, 2024: ¥2,568 million [(16.9)%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2025	13.10	-
June 30, 2024	80.48	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2025	75,213	65,707	87.4
March 31, 2025	77,037	66,763	86.7

Reference: Equity
 As of June 30, 2025: ¥65,707 million
 As of March 31, 2025: ¥66,763 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	50.00	-	80.00	130.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		50.00		80.00	130.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	30,400	(1.9)	1,100	(48.0)	1,300	(37.2)	900	(46.9)	54.99
Fiscal year ending March 31, 2026	65,400	3.3	4,500	18.0	5,000	20.1	3,700	2.2	226.08

Note: Revisions to the earnings forecasts most recently announced: None

* Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

Note: For details, see "2. Quarterly Consolidated Financial Statements and Key Notes (3) Notes on Quarterly Consolidated Financial Statements (Application of Accounting Procedures Specific to the Preparation of Quarterly Consolidated Financial Statements)".

- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

- (4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2025	18,220,000 shares
As of March 31, 2025	18,220,000 shares

- (ii) Number of treasury shares at the end of the period

As of June 30, 2025	1,853,891 shares
As of March 31, 2025	1,853,891 shares

- (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	16,366,109 shares
Three months ended June 30, 2024	16,364,780 shares

- * Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

- * Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For matters related to earnings forecasts, please refer to "1. Qualitative Information on the Financial Results for the this quarter (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	25,229	24,766
Notes and accounts receivable - trade, and contract assets	10,591	8,915
Electronically recorded monetary claims - operating	2,897	2,783
Securities	299	398
Finished goods	5,449	6,519
Work in process	3,080	2,790
Raw materials	8,036	7,849
Other	829	785
Allowance for doubtful accounts	(79)	(62)
Total current assets	56,333	54,748
Non-current assets		
Property, plant and equipment		
Buildings and structures	7,054	7,071
Accumulated depreciation	(5,213)	(5,237)
Buildings and structures, net	1,841	1,833
Machinery, equipment and vehicles	3,704	3,682
Accumulated depreciation	(2,701)	(2,734)
Machinery, equipment and vehicles, net	1,002	948
Tools, furniture and fixtures	8,647	8,747
Accumulated depreciation	(7,992)	(8,074)
Tools, furniture and fixtures, net	654	672
Land	4,175	4,172
Leased assets	844	901
Accumulated depreciation	(426)	(477)
Leased assets, net	417	424
Construction in progress	139	86
Total property, plant and equipment	8,231	8,137
Intangible assets		
Other	0	0
Total intangible assets	0	0
Investments and other assets		
Investment securities	9,059	9,056
Deferred tax assets	1,879	1,783
Retirement benefit asset	646	645
Other	888	843
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	12,472	12,327
Total non-current assets	20,704	20,465
Total assets	77,037	75,213

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Electronically recorded obligations - operating	418	480
Accounts payable - trade	2,186	2,191
Lease liabilities	170	192
Income taxes payable	289	63
Contract liabilities	363	418
Provision for product warranties	162	157
Provision for bonuses	-	647
Other	5,273	3,946
Total current liabilities	8,863	8,097
Non-current liabilities		
Lease liabilities	243	223
Deferred tax liabilities for land revaluation	121	121
Retirement benefit liability	479	499
Other	565	563
Total non-current liabilities	1,410	1,408
Total liabilities	10,274	9,506
Net assets		
Shareholders' equity		
Share capital	5,388	5,388
Capital surplus	5,432	5,432
Retained earnings	50,503	49,408
Treasury shares	(3,164)	(3,164)
Total shareholders' equity	58,160	57,065
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,023	3,226
Revaluation reserve for land	(429)	(429)
Foreign currency translation adjustment	5,471	5,338
Remeasurements of defined benefit plans	537	506
Total accumulated other comprehensive income	8,602	8,641
Total net assets	66,763	65,707
Total liabilities and net assets	77,037	75,213

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	15,887	14,332
Cost of sales	8,825	8,197
Gross profit	7,061	6,134
Selling, general and administrative expenses	5,462	5,942
Operating profit	1,599	192
Non-operating income		
Interest income	35	25
Dividend income	116	128
Rental income from buildings	6	5
Foreign exchange gains	79	-
Other	9	10
Total non-operating income	247	170
Non-operating expenses		
Interest expenses	2	2
Foreign exchange losses	-	88
Other	6	3
Total non-operating expenses	9	94
Ordinary profit	1,837	268
Extraordinary income		
Gain on sale of non-current assets	0	6
Reversal of impairment loss	-	14
Total extraordinary income	0	20
Extraordinary losses		
Loss on sale of non-current assets	0	12
Loss on retirement of non-current assets	5	0
Impairment losses	-	2
Total extraordinary losses	5	15
Profit before income taxes	1,832	273
Income taxes	515	58
Profit	1,317	214
Profit attributable to owners of parent	1,317	214

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	1,317	214
Other comprehensive income		
Valuation difference on available-for-sale securities	58	203
Foreign currency translation adjustment	1,197	(132)
Remeasurements of defined benefit plans, net of tax	(4)	(31)
Total other comprehensive income	1,251	39
Comprehensive income	2,568	253
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,568	253

(Notes on segment information, etc.)

Segment Information

I. The three months of the previous fiscal year (April 1, 2024 to June 30, 2024)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments						Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
	Japan	North America	Europe	Thailand	Vietnam	Total				
Sales										
Revenues from external customers	10,783	3,475	1,202	-	-	15,461	425	15,887	-	15,887
Transactions with other segments	3,020	14	3	2,251	1,734	7,024	0	7,024	(7,024)	-
Total	13,803	3,490	1,205	2,251	1,734	22,485	426	22,911	(7,024)	15,887
Segment profit (loss)	1,423	(161)	8	131	109	1,512	15	1,527	71	1,599

Note 1 The "Other" category is a business segment that is not included in the reporting segments and includes the business activities of local subsidiaries in Australia and Singapore.

2 Adjustments for segment profits or losses are due to the elimination of inter-segment transactions.

3 Segment profit or loss (loss) is adjusted for operating income in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

Not applicable.

II. The three months of the current fiscal year (April 1, 2025 to June 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(Millions of yen)

	Reportable segments						Other (Note) 1	Total	Adjustment amount (Note) 2	Quarterly Consolidated Statements of Income (Note)3
	Japan	North America	Europe	Thailand	Vietnam	Total				
Sales										
Revenues from external customers	10,507	2,416	1,068	-	-	13,992	339	14,332	-	14,332
Transactions with other segments	1,817	65	-	3,027	1,653	6,564	-	6,564	(6,564)	-
Total	12,324	2,482	1,068	3,027	1,653	20,556	339	20,896	(6,564)	14,332
Segment profit (loss)	(200)	75	11	(35)	76	(72)	(9)	(82)	274	192

Note 1 The "Other" category is a business segment that is not included in the reporting segments and includes the business activities of local subsidiaries in Australia and Singapore.

2 Adjustments for segment profits or losses are due to the elimination of inter-segment transactions.

3 Segment profit or loss (loss) is adjusted for operating income in the quarterly consolidated statements of income.

2. Information on impairment losses or goodwill on fixed assets by reporting segment

(Significant impairment loss on fixed assets)

In the Europe segment, we recorded an impairment loss of 2 million yen on fixed assets related to business assets.